



STATE OF CALIFORNIA

STATE BOARD OF EQUALIZATION

1020 N STREET, SACRAMENTO, CALIFORNIA
(P.O. BOX 1799, SACRAMENTO, CALIFORNIA 95808)

(916) 445-1516

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Controller, Sacramento

DOUGLAS D. BELL
Executive Secretary

September 11, 1984

No. 84/90

TO COUNTY ASSESSORS:

HISTORICAL PROPERTIES ASSESSED UNDER SECTIONS
439, 439.1, 439.2, 439.3, and 439.4 OF THE
REVENUE AND TAXATION CODE
YIELD RATE COMPONENT - 1985 LIEN DATE

Historical property assessed under provisions of Revenue and Taxation Code, Sections 439, 439.1, 439.2, 439.3, and 439.4 is subject to valuation by the capitalization of income method in a specified manner.

In accordance with Section 439.2, Revenue and Taxation Code, the Board is required to announce the current interest rate component which is equal to the effective rate on conventional mortgages as determined by the Federal Home Loan Bank Board. This yield rate is to be used as a component of the capitalization rate in the valuation of properties subject to Historical Property Contracts for the 1985 lien date.

Based on our analysis of information from the Federal Home Loan Bank Board, the yield rate component to be used for the 1985 assessment year is 13.5 percent.

Sincerely,

Gordon P. Adelman
Assistant Executive Secretary
Department of Property Taxes

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